GOVERNMENT OF INDIA
MICRO,SMALL AND MEDIUM ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:5969
ANSWERED ON:10.04.2017
Proposals under PMEGP
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Will the Minister of MICRO,SMALL AND MEDIUM ENTERPRISES be pleased to state:

(a) the details of proposals submitted to the Government under the Prime Minister 's Employment Generation Programme (PMEGP) and the number of proposals approved and loans sanctioned in the country during each of the last three years and the current year, sector-wise, institution-wise and State/UT-wise including Punjab, Kerala, Uttar Pradesh and Rajasthan;

(b) the number of proposals rejected therefrom along with the reasons therefor during the said period, State/UT-wise;

(c) the details of funds allocated and utilised under the PMEGP in the country during the said period, State/UT-wise including Punjab, Rajasthan and Uttar Pradesh; and

(d) the steps taken/proposed to be taken by the Government for effective implementation of the said programme in the country?

Answer

MINISTER OF STATE IN THE MINISTRY OF
MICRO, SMALL AND MEDIUM ENTERPRISES
(SHRI GIRIRAJ SINGH)

(a): The details of application received, application approved by DLTFC and number of applications sanctioned by Banks during last three years and 2016-17 as on 10.03.2017 are as follows:

Year No. of applications received No. of applications approved by DLTFC No. of applications sanctioned by Banks
2013-14 386959 165980 72596
2014-15 358797 181830 79915
2015-16 296421 127423 67839
2016-17 454020 158287 60560

The State/UT-wise details are given as Annexure-I (a) (b) &(c).

(b): Under the PMEGP guidelines, Banks are empowered to take their own credit decision on the basis of viability of each project for sanction of the loan under PMEGP. Banks can reject the loan applications based on the following reasons:
i. Non-fulfillment of Bank documents by the entrepreneur.
ii. The proposed activity is not in the service areas of the Bank.
iii. The entrepreneur have availed loan facility under other activity like Home loan, vehicle loan etc. and not responded the bank properly.
iv. Project is not economically viable.
v. Proposed activity is not suitable for marketing at certain place.

Details of number of application rejected by Banks are as follows:

<pre>
Year No. of proposals/applications rejected by Banks
2013-14 93384
2014-15 101915
2015-16 59584
2016-17 99137
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The State/UT-wise details of no. of applications rejected is given as Annexure-II

(c): The year-wise details of funds allocated and utilized under PMEGP during last three years and 2016-17 are as follows:

<pre>
Year Funds/ Margin Money allocated/ Target of Margin Money (Rs. In lakhs) Funds Utilized/ Margin Money Disbursement
(Rs. In lakhs)
2013-14 114500.00 107644.48
2014-15 109306.00 112253.87
2015-16 128620.30 102006.33
</pre>

2016-17 (provisional)
110000.00 128093.84
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The State/UT-wise details in the country during said period are given as Annexure-lll.

(d): Following initiatives have been taken to achieve the targets under PMEGP Scheme:
â€¢ In order to streamline the process of application flow and fund flow and to bring in transparency and better financial management and to prevent parking of funds at Nodal bank level an online PMEGP-MIS web portal has been introduced. All applications and fund flow will be processed online in stipulated time frame.
â€¢ Publicity is being made through print and electronic media, awareness camps at District level and State level are being organized in order to propagate the PMEGP scheme for the development of micro industries.
â€¢ Exhibitions are also conducted at district/state/zone and national level for providing marketing support to the entrepreneurs/units.
â€¢ For speedy completion of EDP training, these are being conducted through Departmental Training Centres as well as RSETIs/RUDSETIs as per MOU executed between KVIC & MCR.
â€¢ Industries such as Khadi, processing of Pashmina Wool, handloom and power loom units, value added products for tea, coffee, rubber etc. and transport activities are now eligible for funding under PMEGP.
â€¢ Implementing Agencies are instructed to encourage and provide necessary assistance to the beneficiaries for filing online application by setting up of help desks.